

**MEMORANDUM**

**To:** Board of Regents

**From:** Board Office

**Subject:** Meeting of the Board of Regents as the Trustees of the University of Iowa Hospitals and Clinics

**Date:** November 4, 2002

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**Recommended Action:**

Receive the quarterly report on the University of Iowa Hospitals and Clinics (UIHC).

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**Executive Summary:**

The agenda for the Quarterly UIHC Report consists of two reports:

- ❑ An update on UIHC Operations, Programs and Finances;
- ❑ A report on Leveraging the Tripartite Missions: Research, Education and Patient Care in Neurosurgery

Below is a summary of these two reports:

Quarterly Update	The University of Iowa Hospitals and Clinics began fiscal year 2003 with a first quarter operating margin that is below budgeted levels and the operating margin earned during the comparable period a year ago.
Operations/ Programs/ Finances	<ul style="list-style-type: none"> <li>❑ Revenues continue to be depressed by reductions in the State of Iowa Medicaid funding, the Indigent Patient Care Program, and changes in other sources of reimbursement for patient care.</li> <li>❑ During the period July 1, 2002 to September 30, 2002, clinic visits increased 3.1%.</li> <li>❑ Acute inpatient admissions increased 1.7% compared to the same period during the preceding fiscal year.</li> <li>❑ During the first quarter of fiscal year 2003, the average length of inpatient stays decreased 2.7% , while inpatient days decreased 1.0%.</li> <li>❑ Compared to FY 2002, total operating revenue for the first three months of FY 2003 increased 7.9%.</li> <li>❑ Expenses, including salaries and wages, increased 8.1%.</li> <li>❑ UIHC recorded an operating margin of 2.5% for the first quarter of FY 2003, compared to 3.0% for the comparable period of FY 2002.</li> </ul>

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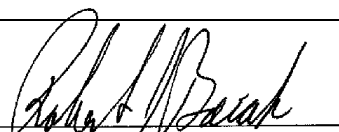
Worldwide Acclaim  
for Department of  
Neurosurgery

- The tripartite missions of Research, Education and Patient Care create synergistic strength to earn the Department of Neurosurgery a worldwide reputation for performing highly specialized and complex surgical procedures.
- Most patients who come to the University of Iowa Hospitals and Clinics for neurosurgical procedures are referred by other neurosurgeons. This documents the reputation established by the specialists in the Department of Neurosurgery whose surgical techniques draw on the department's strong research program.
- The clinical innovation cycle is further fueled by the world's most talented neurosurgical innovators who seek to enhance their education and careers at the University of Iowa Hospitals and Clinics.

UIHC Exhibit

Complete material on agenda and exhibits is included in a separate University of Iowa Hospitals and Clinics docket.

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Robert J. Barak

Approved:   
Gregory S. Nichols